

**UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN JOSE DIVISION**

In re: ICHARTS, INC.

§ Case No. 18-50958

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§

Debtor(s)

TRUSTEE'S FINAL REPORT (TFR)

The undersigned trustee hereby makes this Final Report and states as follows:

1. A petition under Chapter 7 of the United States Bankruptcy Code was filed on 04/30/2018. The undersigned trustee was appointed on 04/30/2018.

2. The trustee faithfully and properly fulfilled the duties enumerated in 11 U.S.C. §704.

3. All scheduled and known assets of the estate have been reduced to cash, released to the debtor as exempt property pursuant to 11 U.S.C. § 522, or have been or will be abandoned pursuant to 11 U.S.C. § 554. An individual estate property record and report showing the disposition of all property of the estate is attached as **Exhibit A**.

4. The trustee realized the gross receipts of \$ 18,797.02

Funds were disbursed in the following amounts:

Payments made under an interim distribution	<u>0.00</u>
Administrative expenses	<u>0.00</u>
Bank service fees	<u>0.00</u>
Other payments to creditors	<u>0.00</u>
Non-estate funds paid to 3rd Parties	<u>0.00</u>
Exemptions paid to the debtor	<u>0.00</u>
Other payments to the debtor	<u>0.00</u>
Leaving a balance on hand of ¹	\$ <u>18,797.02</u>

The remaining funds are available for distribution.

¹The balance of funds on hand in the estate may continue to earn interest until disbursed. The interest earned prior to disbursement will be distributed pro rata to creditors within each priority category. The trustee may receive additional compensation not to exceed the maximum compensation set forth under 11 U.S.C. § 326(a) on account of the disbursement of the additional interest.

5. Attached as **Exhibit B** is a cash receipts and disbursements record for each estate bank account.

6. The deadline for filing non-governmental claims in this case was 08/27/2018 and the deadline for filing governmental claims was 10/27/2018. All claims of each class which will receive a distribution have been examined and any objections to the allowance of claims have been resolved. If applicable, a claims analysis, explaining why payment on any claim is not being made, is attached as **Exhibit C**.

7. The Trustee's proposed distribution is attached as **Exhibit D**.

8. Pursuant to 11 U.S.C. § 326(a), the maximum compensation allowable to the trustee is \$2,629.70. To the extent that additional interest is earned before case closing, the maximum compensation may increase.

The trustee has received \$0.00 as interim compensation and now requests the sum of \$1,299.66, for a total compensation of \$1,299.66². In addition, the trustee received reimbursement for reasonable and necessary expenses in the amount of \$0.00 and now requests reimbursement for expenses of \$1.31 for total expenses of \$1.31².

Pursuant to Fed R Bank P 5009, I hereby certify, under penalty of perjury, that the foregoing report is true and correct.

Date: 04/09/2020

By: /s/ Fred Hjelmset
Trustee

STATEMENT: This Uniform Form is associated with an open bankruptcy case, therefore, Paperwork Reduction Act exemption 5 C.F.R. §1320.4(a)(2) applies.

²If the estate is administratively insolvent, the dollar amounts reflected in this paragraph may be higher than the amounts listed in the Trustee's Proposed Distribution (Exhibit D)

Form 1

Individual Estate Property Record and Report

Asset Cases

Exhibit A

Page: 1

Case No.: 18-50958

Case Name: ICHARTS, INC.

Trustee Name: (001090) Fred Hjelmset

Date Filed (f) or Converted (c): 04/30/2018 (f)

§ 341(a) Meeting Date: 05/22/2018

For Period Ending: 04/09/2020

Claims Bar Date: 08/27/2018

1 Asset Description (Scheduled And Unscheduled (u) Property) Ref. #	2 Petition/ Unscheduled Values	3 Estimated Net Value (Value Determined By Trustee, Less Liens, Exemptions, and Other Costs)	4 Property Formally Abandoned OA=\$554(a) abandon.	5 Sale/Funds Received by the Estate	6 Asset Fully Administered (FA)/ Gross Value of Remaining Assets
1 Possible avoidable transfer to V. Duncker Demand for return of transfer made; avoidance action filed, AP No. 19-05011; Order authorizing compromise and purchase of source code, Doc#44; Report re: Transaction, Doc#46	60,000.00	60,000.00		15,000.00	FA
2 Cash on hand	0.00	0.00		0.00	FA
3 Square One Bank, checking 9053	0.00	0.00		0.00	FA
4 Security deposit with Square 1 Bank against credit card debt Motion for Relief from stay filed by secured lender bank, Doc#25, to set off account 4288 against bank's claim; Motion granted, Doc#34	15,000.00	0.00		0.00	FA
5 A/R 90 days old or less. Doubtful/Uncollectible accounts	0.00	0.00		0.00	FA
6 A/R Over 90 days old.Doubtful/Uncollectible accounts	0.00	0.00		0.00	FA
7 10 laptop computers.	0.00	0.00		0.00	FA
8 Office space at 516 Gibson Dr., Roseville, CA, leasehold, Valuation Method: liquidation Lease subject to pending UD action; Stipulation re lease and abandoning UD action, Doc#18	0.00	0.00		0.00	FA
9 8 patents & computer code Liens terminated, see Doc#40-1; Order authorizing compromise and purchase of source code, Doc#44; Report of Sale, Doc#45	0.00	100.00		1,000.00	FA
10 Domain name www.icharts.net	0.00	0.00		0.00	FA
11 Goodwill, intangibles, lists, others	50,000.00	0.00		0.00	FA
12 TriNet refund (u)	2,797.02	2,797.02		2,797.02	FA
12 Assets Totals (Excluding unknown values)	\$127,797.02	\$62,897.02		\$18,797.02	\$0.00

Form 1
Individual Estate Property Record and Report
Asset Cases

Exhibit A

Page: 2

Case No.: 18-50958

Case Name: ICHARTS, INC.

For Period Ending: 04/09/2020

Trustee Name: (001090) Fred Hjelmeset

Date Filed (f) or Converted (c): 04/30/2018 (f)

§ 341(a) Meeting Date: 05/22/2018

Claims Bar Date: 08/27/2018

Major Activities Affecting Case Closing:

12/9/19 Negotiate settlement of AP
10/14/19 Request documents from Sears
9/30/19 Extension for production by PWB
9/12/19 Subpoenas to Square One and Avid Bank
8/5/19 Subpoena Pacific Western Bank for documents
7/24/19 Apply for 521 order for Debtor to produce documents
5/7/19 Settlement negotiations pending
2/27/19 Avoidance action against V. Duncker filed, AP No. 19-05011
12/18/18 Review records re Duncker transactions and transfers; research legal issues
9/28/18 Investigate possible avoidable transfer to V. Duncker; investigate financial affairs re Sears payments to Debtor
7/2/18 Review relief from stay motion
6/12/18 Employ accountant
5/7/18 Investigate assets, transfers

Initial Projected Date Of Final Report (TFR): 12/27/2019

Current Projected Date Of Final Report (TFR): 07/15/2020

04/09/2020

Date

/s/Fred Hjelmeset

Fred Hjelmeset

Form 2

Cash Receipts And Disbursements Record

Exhibit B

Page: 1

Case No.: 18-50958
Case Name: ICHARTS, INC.
Taxpayer ID #: **-***6861
For Period Ending: 04/09/2020

Trustee Name: Fred Hjelmset (001090)
Bank Name: Metropolitan Commercial Bank
Account #: *****1238 Checking
Blanket Bond (per case limit): \$5,000,000.00
Separate Bond (if applicable): N/A

1	2	3	4		5	6	7
Trans. Date	Check or Ref. #	Paid To / Received From	Description of Transaction	Uniform Tran. Code	Deposit \$	Disbursement \$	Account Balance
01/06/20	{12}	TriNet HR III, Inc	Refund check	1229-000	2,797.02		2,797.02
02/05/20	{1}	Bankruptcy estate of iCharts, Inc.	WIRE FROM VALERIE DUNCKER	1141-000	3,500.00		6,297.02
03/02/20		Valerie Duncker	WIRE FROM VALERIE DUNCKER		12,500.00		18,797.02
	{9}		Sale of SourceCode \$1,000.00	1129-000			
	{1}		Preference \$11,500.00	1141-000			

COLUMN TOTALS	18,797.02	0.00	\$18,797.02
Less: Bank Transfers/CDs	0.00	0.00	
Subtotal	18,797.02	0.00	
Less: Payments to Debtors		0.00	
NET Receipts / Disbursements	\$18,797.02	\$0.00	

Form 2

Exhibit B
Page: 2

Cash Receipts And Disbursements Record

Case No.: 18-50958
Case Name: ICHARTS, INC.
Taxpayer ID #: **_***6861
For Period Ending: 04/09/2020

Trustee Name: Fred Hjelmset (001090)
Bank Name: Metropolitan Commercial Bank
Account #: *****1238 Checking
Blanket Bond (per case limit): \$5,000,000.00
Separate Bond (if applicable): N/A

Net Receipts:	\$18,797.02
Plus Gross Adjustments:	\$0.00
Less Payments to Debtor:	\$0.00
Less Other Noncompensable Items:	\$0.00
Net Estate:	\$18,797.02

TOTAL - ALL ACCOUNTS	NET DEPOSITS	NET DISBURSEMENTS	ACCOUNT BALANCES
*****1238 Checking	\$18,797.02	\$0.00	\$18,797.02
	\$18,797.02	\$0.00	\$18,797.02

04/09/2020

Date

/s/Fred Hjelmset

Fred Hjelmset

Exhibit C

Claims Distribution Register

Case: 18-50958 ICHARTS, INC.

Claim#	Date	Pri	Claimant / UTC	/ Memo	Amount Filed	Amount Allowed	Paid to Date	Claim Balance	Proposed Payment
Admin Ch. 7 Claims:									
	10/15/19	200	Clerk of the United States Bankruptcy Court 280 South First Street, Room 3035 San Jose, CA 95113-3099 <2700-00 Clerk of the Court Fees> Filing fees for Adv. Proc. No.19-05011 -- Hjelmeset v. Duncker		\$ 350.00	\$ 350.00	\$ 0.00	\$ 350.00	\$ 172.98
	04/09/20	200	Kokjer Pierotti Maiocco & Duck LLP 333 Pine Street, 5th Floor San Francisco, CA 94104 <3410-00 Accountant for Trustee Fees (Other Firm)> Final Application for Compensation, Doc#48		\$ 12,989.50	\$ 12,989.50	\$ 0.00	\$ 12,989.50	\$ 6,419.68
	04/09/20	200	Kokjer Pierotti Maiocco & Duck LLP 333 Pine Street, 5th Floor San Francisco, CA 94104 <3420-00 Accountant for Trustee Expenses (Other Firm)> Final Application for Compensation, Doc#48		\$ 109.19	\$ 109.19	\$ 0.00	\$ 109.19	\$ 53.96
	03/31/20	200	Rincon Law LLP 200 California Street, Suite 400 San Francisco, CA 94111 <3210-00 Attorney for Trustee Fees (Other Firm)> Final Application for Compensation, Doc#47		\$ 19,740.00	\$ 19,740.00	\$ 0.00	\$ 19,740.00	\$ 9,755.91
	03/31/20	200	Rincon Law LLP 200 California Street, Suite 400 San Francisco, CA 94111 <3220-00 Attorney for Trustee Expenses (Other Firm) > Final Application for Compensation, Doc#47		\$ 361.91	\$ 361.91	\$ 0.00	\$ 361.91	\$ 178.86
	06/25/19	200	Franchise Tax Board (ADMINISTRATIVE) Bankruptcy Section MS A340 PO Box 2952 Sacramento, CA 95812-2952 <2820-00 Other State or Local Taxes (post-petition)>		\$ 1,850.72	\$ 1,850.72	\$ 0.00	\$ 1,850.72	\$ 914.66
	03/16/20	200	Fred Hjelmeset P.O. Box 4188 Mountain View, CA 94040 <2100-00 Trustee Compensation>		\$ 2,629.70	\$ 2,629.70	\$ 0.00	\$ 2,629.70	\$ 1,299.66
	04/09/20	200	Fred Hjelmeset P.O. Box 4188 Mountain View, CA 94040 <2200-00 Trustee Expenses>		\$ 2.65	\$ 2.65	\$ 0.00	\$ 2.65	\$ 1.31
Total for Priority 200: 49.42205% Paid					\$ 38,033.67	\$ 38,033.67	\$ 0.00	\$ 38,033.67	\$ 18,797.02
Total for Admin Ch. 7 Claims:					\$ 38,033.67	\$ 38,033.67	\$ 0.00	\$ 38,033.67	\$ 18,797.02

Exhibit C Claims Distribution Register

Case: 18-50958 ICHARTS, INC.

Claim#	Date	Pri	Claimant / UTC	/ Memo	Amount Filed	Amount Allowed	Paid to Date	Claim Balance	Proposed Payment
Secured Claims:									
3S	06/06/18	100	DirectCapital Corporation 156 Commerce Way Portsmouth, NH 03801 <4210-00 Personal Property & Intangibles - Consensual Liens> Secured in equipment not administered by the estate		\$ 2,500.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
11S	06/22/18	100	Pacific Western Bank Attn: Megan Blunt 406 Blackwell Street, Suite 240 Durham, NC 27701 <4210-00 Personal Property & Intangibles - Consensual Liens> Secured in money deposit not administered by estate		\$ 15,023.94	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Total for Priority 100: 0% Paid					\$ 17,523.94	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Total for Secured Claims:					\$ 17,523.94	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Priority Claims:									
1P	05/08/18	510	Jeff James 7007 Chalet Way Pilot Hill, CA 95664 <5300-00 Wages - § 507(a)(4)>		\$ 12,850.00	\$ 12,850.00	\$ 0.00	\$ 12,850.00	\$ 0.00
19P	08/24/18	510	Daniel Steuer 161 Hopper Lane Folsom, CA 95630 <5300-00 Wages - § 507(a)(4)>		\$ 12,850.00	\$ 12,850.00	\$ 0.00	\$ 12,850.00	\$ 0.00
Total for Priority 510: 0% Paid					\$ 25,700.00	\$ 25,700.00	\$ 0.00	\$ 25,700.00	\$ 0.00
2P	06/05/18	570	Internal Revenue Service PO Box 7317 Philadelphia, PA 19101-7317 <5800-00 Claims of Governmental Units - § 507(a)(8)>		\$ 5,605.72	\$ 5,605.72	\$ 0.00	\$ 5,605.72	\$ 0.00
8	06/14/18	570	FRANCHISE TAX BOARD BANKRUPTCY SECTION MS A340 PO BOX 2952 SACRAMENTO, CA 95812-2952 <5800-00 Claims of Governmental Units - § 507(a)(8)>		\$ 829.28	\$ 829.28	\$ 0.00	\$ 829.28	\$ 0.00
Total for Priority 570: 0% Paid					\$ 6,435.00	\$ 6,435.00	\$ 0.00	\$ 6,435.00	\$ 0.00
Total for Priority Claims:					\$ 32,135.00	\$ 32,135.00	\$ 0.00	\$ 32,135.00	\$ 0.00

Exhibit C Claims Distribution Register

Case: 18-50958 ICHARTS, INC.

Claim#	Date	Pri	Claimant / UTC	/ Memo	Amount Filed	Amount Allowed	Paid to Date	Claim Balance	Proposed Payment
Unsecured Claims:									
1U	05/08/18	610	Jeff James 7007 Chalet Way Pilot Hill, CA 95664 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 46,785.61	\$ 46,785.61	\$ 0.00	\$ 46,785.61	\$ 0.00
2U	06/05/18	610	Internal Revenue Service PO Box 7346 Philadelphia, PA 19101-7346 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 2,150.20	\$ 2,150.20	\$ 0.00	\$ 2,150.20	\$ 0.00
3U	06/06/18	610	DirectCapital Corporation 156 Commerce Way Portsmouth, NH 03801 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 13,708.80	\$ 13,708.80	\$ 0.00	\$ 13,708.80	\$ 0.00
4	06/08/18	610	Galaxy Gaming c/o Harry C Hagerty, CFO 6767 Spencer Street Las Vegas, NV 89119 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 7,000.00	\$ 7,000.00	\$ 0.00	\$ 7,000.00	\$ 0.00
5	06/11/18	610	Studco Building Systems US LLC 1700 Boulter Industrial Pkwy. Webster, NY 14580 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 16,000.00	\$ 16,000.00	\$ 0.00	\$ 16,000.00	\$ 0.00
6	06/12/18	610	University of Oregon Bookstore, Inc. PO Box 3176 Eugene, OR 97403 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 14,000.00	\$ 14,000.00	\$ 0.00	\$ 14,000.00	\$ 0.00
7	06/12/18	610	JMW Sales, Inc. c/o Brian Westerberg 340 A Street, Unit 1 Ashland, OR 97520 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 4,300.00	\$ 4,300.00	\$ 0.00	\$ 4,300.00	\$ 0.00
9	06/18/18	610	NeoNova Network Services 1201 Edwards Mill Road #102 Raleigh, NC 27607 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 4,200.00	\$ 4,200.00	\$ 0.00	\$ 4,200.00	\$ 0.00
10	06/21/18	610	Sweeney, Mason, Wilson & Bosomworth 983 University Avenue, Suite 104C Los Gatos, CA 95032 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 16,840.16	\$ 16,840.16	\$ 0.00	\$ 16,840.16	\$ 0.00

Exhibit C

Claims Distribution Register

Case: 18-50958 ICHARTS, INC.

Claim#	Date	Pri	Claimant / UTC	/ Memo	Amount Filed	Amount Allowed	Paid to Date	Claim Balance	Proposed Payment
11U	06/22/18	610	Pacific Western Bank Attn: Megan Blunt 406 Blackwell Street, Suite 240 Durham, NC 27701 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 141.38	\$ 141.38	\$ 0.00	\$ 141.38	\$ 0.00
12	06/25/18	610	Vela Trading Technologies 211 East 43rd Street, 5th Fl. New York, NY 10017 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 5,225.00	\$ 5,225.00	\$ 0.00	\$ 5,225.00	\$ 0.00
13	07/02/18	610	Arch Painting, Inc. One Presidential Way, Suite 109 Woburn, MA 01801 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 7,580.04	\$ 7,580.04	\$ 0.00	\$ 7,580.04	\$ 0.00
14	07/03/18	610	Consolidated Communications 121 S. 17th St. Mattoon, IL 61938 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 18,175.58	\$ 18,175.58	\$ 0.00	\$ 18,175.58	\$ 0.00
15	07/03/18	610	Polsinelli PC Attn: Accounting Dept/Bankruptcy 900 W. 48th Pl. #900 Kansas City, MO 64112 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 23,450.73	\$ 23,450.73	\$ 0.00	\$ 23,450.73	\$ 0.00
16	07/23/18	610	Ednetics 971 S. Clearwater Loop Post Falls, ID 83815 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 9,876.71	\$ 9,876.71	\$ 0.00	\$ 9,876.71	\$ 0.00
17-2	08/09/18	610	ViaNet Communications PO Box 390637 Mountain View, CA 94039 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 5,950.00	\$ 5,950.00	\$ 0.00	\$ 5,950.00	\$ 0.00
18	08/09/18	610	Shea Center Roseville 1, LLCc/o John P. Byrne, Esq. The ByrneLaw Office 24011 Ventura Blvd., Suite 201 Calabasas, CA 91302 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 87,296.88	\$ 87,296.88	\$ 0.00	\$ 87,296.88	\$ 0.00
19U	08/24/18	610	Daniel Steuer 161 Hopper Lane Folsom, CA 95630 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 23,485.82	\$ 23,485.82	\$ 0.00	\$ 23,485.82	\$ 0.00

Exhibit C

Claims Distribution Register

Case: 18-50958 ICHARTS, INC.

Claim#	Date	Pri	Claimant / UTC	/ Memo	Amount Filed	Amount Allowed	Paid to Date	Claim Balance	Proposed Payment
20	08/27/18	610	Oracle America, Inc.c/o Shawn Christianson, Esq. Buchalter, A Professional Corporation 55 Second Street, 17th Floor San Francisco, CA 94105 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 25,299.40	\$ 25,299.40	\$ 0.00	\$ 25,299.40	\$ 0.00
21-2	08/27/18	610	Sears Hometown and Outlet Stores, Inc. 5500 Trillium Blvd., Suite 501 Hoffman Estates, IL 06192 <7100-00 Section 726(a)(2) General Unsecured Claims>		\$ 1,308,198.69	\$ 1,308,198.69	\$ 0.00	\$ 1,308,198.69	\$ 0.00
Total for Priority 610: 0% Paid					\$ 1,639,665.00	\$ 1,639,665.00	\$ 0.00	\$ 1,639,665.00	\$ 0.00
Total for Unsecured Claims:					\$ 1,639,665.00	\$ 1,639,665.00	\$ 0.00	\$ 1,639,665.00	\$ 0.00
Total for Case:					\$ 1,727,357.61	\$ 1,709,833.67	\$ 0.00	\$ 1,709,833.67	\$ 18,797.02

TRUSTEE'S PROPOSED DISTRIBUTION

Exhibit D

Case No.: 18-50958

Case Name: ICHARTS, INC.

Trustee Name: Fred Hjelmset

Balance on hand: \$ 18,797.02

Claims of secured creditors will be paid as follows:

Claim No.	Claimant	Claim Asserted	Allowed Amount of Claim	Interim Payments to Date	Proposed Payment
11S	Pacific Western Bank Attn: Megan Blunt	15,023.94	0.00	0.00	0.00
3S	DirectCapital Corporation	2,500.00	0.00	0.00	0.00

Total to be paid to secured creditors: \$ 0.00Remaining balance: \$ 18,797.02

Applications for chapter 7 fees and administrative expenses have been filed as follows:

Reason/Applicant	Total Requested	Interim Payments to Date	Proposed Payment
Trustee, Fees - Fred Hjelmset	2,629.70	0.00	1,299.66
Trustee, Expenses - Fred Hjelmset	2.65	0.00	1.31
Charges, U.S. Bankruptcy Court	350.00	0.00	172.98
Other State or Local Taxes (post-petition) - Franchise Tax Board (ADMINISTRATIVE)	1,850.72	0.00	914.66
Attorney for Trustee Fees (Other Firm) - Rincon Law LLP	19,740.00	0.00	9,755.91
Attorney for Trustee Expenses (Other Firm) - Rincon Law LLP	361.91	0.00	178.86
Accountant for Trustee Fees (Other Firm) - Kokjer Pierotti Maiocco & Duck LLP	12,989.50	0.00	6,419.68
Accountant for Trustee Expenses (Other Firm) - Kokjer Pierotti Maiocco & Duck LLP	109.19	0.00	53.96

Total to be paid for chapter 7 administrative expenses: \$ 18,797.02Remaining balance: \$ 0.00

Applications for prior chapter fees and administrative expenses have been filed as follows:

Reason/Applicant	Total Requested	Interim Payments	Proposed Payment
None			

UST Form 101-7-TFR(5/1/2011)

Total to be paid for prior chapter administrative expenses:	\$	0.00
Remaining balance:	\$	0.00

In addition to the expenses of administration listed above as may be allowed by the Court, priority claims totaling \$32,135.00 must be paid in advance of any dividend to general (unsecured) creditors.

Allowed priority claims are:

Claim No.	Claimant	Allowed Amount of Claim	Interim Payments to Date	Proposed Payment
1P	Jeff James	12,850.00	0.00	0.00
2P	Internal Revenue Service	5,605.72	0.00	0.00
8	FRANCHISE TAX BOARD	829.28	0.00	0.00
19P	Daniel Steuer	12,850.00	0.00	0.00

Total to be paid for priority claims:	\$	0.00
Remaining balance:	\$	0.00

The actual distribution to wage claimants included above, if any, will be the proposed payment less applicable withholding taxes (which will be remitted to the appropriate taxing authorities).

Timely claims of general (unsecured) creditors totaling \$1,639,665.00 have been allowed and will be paid *pro rata* only after all allowed administrative and priority claims have been paid in full. The timely allowed general (unsecured) dividend is anticipated to be 0.0 percent, plus interest (if applicable).

Timely allowed general (unsecured) claims are as follows:

Claim No.	Claimant	Allowed Amount of Claim	Interim Payments to Date	Proposed Payment
1U	Jeff James	46,785.61	0.00	0.00
2U	Internal Revenue Service	2,150.20	0.00	0.00
3U	DirectCapital Corporation	13,708.80	0.00	0.00
4	Galaxy Gaming c/o Harry C Hagerty, CFO	7,000.00	0.00	0.00
5	Studco Building Systems US LLC	16,000.00	0.00	0.00
6	University of Oregon Bookstore, Inc.	14,000.00	0.00	0.00
7	JMW Sales, Inc. c/o Brian Westerberg	4,300.00	0.00	0.00
9	NeoNova Network Services	4,200.00	0.00	0.00
10	Sweeney, Mason, Wilson & Bosomworth	16,840.16	0.00	0.00
11U	Pacific Western Bank Attn: Megan Blunt	141.38	0.00	0.00
12	Vela Trading Technologies	5,225.00	0.00	0.00
13	Arch Painting, Inc.	7,580.04	0.00	0.00
14	Consolidated Communications	18,175.58	0.00	0.00
15	Polsinelli PC Attn: Accounting Dept/Bankruptcy	23,450.73	0.00	0.00
16	Ednetics	9,876.71	0.00	0.00
17-2	ViaNet Communications	5,950.00	0.00	0.00
18	Shea Center Roseville 1, LLCc/o John P. Byrne, Esq. The ByrneLaw Office	87,296.88	0.00	0.00
19U	Daniel Steuer	23,485.82	0.00	0.00
20	Oracle America, Inc.c/o Shawn Christianson, Esq. Buchalter, A Professional Corporation	25,299.40	0.00	0.00
21-2	Sears Hometown and Outlet Stores, Inc.	1,308,198.69	0.00	0.00

Total to be paid for timely general unsecured claims:	\$	0.00
Remaining balance:	\$	0.00

Tardily filed claims of general (unsecured) creditors totaling \$0.00 have been allowed and will be paid pro rata only after all allowed administrative, priority and timely filed general (unsecured) claims have been paid in full. The tardily filed claim dividend is anticipated to be 0.0 percent, plus interest (if applicable).

Tardily filed general (unsecured) claims are as follows:

Claim No.	Claimant	Allowed Amount of Claim	Interim Payments to Date	Proposed Payment
None				

Total to be paid for tardily filed general unsecured claims:	\$	0.00
Remaining balance:	\$	0.00

Subordinated unsecured claims for fines, penalties, forfeitures, or damages and claims ordered subordinated by the Court totaling \$0.00 have been allowed and will be paid pro rata only after all allowed administrative, priority and general (unsecured) claims have been paid in full. The dividend for subordinated unsecured claims is anticipated to be 0.0 percent, plus interest (if applicable).

Subordinated unsecured claims for fines, penalties, forfeitures or damages and claims ordered subordinated by the Court are as follows:

Claim No.	Claimant	Allowed Amount of Claim	Interim Payments to Date	Proposed Payment
None				

Total to be paid for subordinated claims:	\$	0.00
Remaining balance:	\$	0.00